



United States
Department of
Agriculture

Farmers
Home
Administration

Washington
D.C.
20250

FmHA AN No. 2548 (1927)

May 28, 1992

SUBJECT: Certification of Title Insurance Company

TO: State Directors, District Directors, and County Supervisors

PURPOSE/INTENDED OUTCOME:

The intent of this Administrative Notice (AN) is to clarify conditions when Form FmHA 1927-20, the title insurance company certification form, would not be necessary.

COMPARISON WITH PREVIOUS AN:

There have been no previous AN's issued on this subject.

IMPLEMENTATION RESPONSIBILITIES:

We have interpreted the last sentence in FmHA Instruction 1927-B, Section 1927.54 (c)(3), which reads: "The approval official is authorized to approve title companies without each certification if the approval official and OGC determine that State law imposes requirements which give FmHA at least equivalent protection" to mean that Form FmHA 1927-20 would not be necessary in those States in which FmHA and OGC conclude that State requirements are equivalent to the FmHA requirements in Section 1927.54 (c). Therefore, if the FmHA State Director and OGC reach this decision for a State, Form FmHA 1927-20 would not be necessary.

If the determination is made that Form FmHA 1927-20 is not needed, the approval official, or the State Director on behalf of the approval official, must determine for each respective title company desiring to close loans that the company's title insurance policy form is acceptable to FmHA, the company is licensed to do business in the State, and the company is not debarred or suspended.

EXPIRATION DATE: May 31, 1993

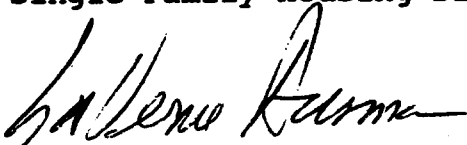
FILING INSTRUCTION:
Preceding FmHA
Instruction 1927-B



Farmers Home Administration is an Equal Opportunity Lender.
Complaints of discrimination should be sent to:
Secretary of Agriculture, Washington, D.C. 20250

2548(1927)

If you have any questions, please contact James W. Craun,
Single Family Housing Division, at FTS or (202) 720-1482.



LA VERNE AUSMAN
Administrator

Sent by Time Delay Option to States at 1:00 pm on 5/29/92 ;
to Districts at 3:00 pm on 5/29/92 ; and Counties at
5:00 pm on 5/29/92 by GSS.